

Optimax Holdings Berhad

Registration No: 201801028697 (1290723-T)
(Incorporated in Malaysia)

Unaudited condensed consolidated statement of cash flows for the first quarter ended 30 June 2021

	Unaudited Cumulative quarter ended 30 June	
	2021 RM'000	2020 RM'000
Cash flows from operating activities		
Profit before tax	5,058	1,832
<i>Adjustments for:</i>		
Finance income	(109)	(19)
Finance costs	702	722
Depreciation of property, plant and equipment	2,449	2,018
Write-off of property, plant and equipment	7	
Depreciation of right-of-use assets	922	920
Fair value gain on investment in financial assets	(31)	-
Initial public offering expenses	-	300
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Operating profit before working capital changes	8,998	5,773
Changes in working capital:		
Inventories	(437)	(458)
Trade and other receivables	(1,119)	111
Prepayments	(882)	1,835
Trade and other payables	1,035	(563)
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Cash generated from operations	7,595	6,698
Interest received	22	19
Interest paid	(276)	(297)
Tax paid	(1,572)	(1,233)
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Net cash from operating activities	5,769	5,187
Cash flows from investing activities		
Acquisition of property, plant and equipment	(8,642)	(1,869)
Proceeds from disposal of property, plant and equipment	112	-
Net redemption from investment in financial assets	4,138	-
Changes in pledged deposits	(9)	(13)
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Net cash used in investing activities	(4,401)	(1,882)

Unaudited condensed consolidated statement of cash flows for the second quarter ended 30 June 2021 (continued)

	Unaudited Cumulative quarter ended 30 June	
	2021 RM'000	2020 ⁽¹⁾ RM'000
Cash flows from financing activities		
Dividends paid to non-controlling interests	(450)	-
Interest paid	(426)	(312)
Net repayment of hire purchase liabilities	(604)	(797)
Repayment of term loans	(238)	(136)
Payment of listings expenses	-	(932)
Payment of lease liabilities	(938)	(878)
Net cash used in financing activities	(2,656)	(3,055)
Net (decrease)/increase in cash and cash equivalents	(1,288)	250
Cash and cash equivalents at the beginning of financial period	9,843	5,674
Cash and cash equivalents at the end of financial period	8,555	5,924

(i) Cash and cash equivalents

Cash and cash equivalents included in the consolidated statement of cash flows comprise the following consolidated statement of financial position amounts:

	Unaudited Cumulative quarter ended 30 June	
	2021 RM'000	2020 RM'000
Cash and cash equivalents	9,635	6,986
Pledged deposits	(1,080)	(1,062)
	8,555	5,924

Unaudited condensed consolidated statement of cash flows for the second quarter ended 30 June 2021 (continued)

(ii) Acquisition of property, plant and equipment

During the financial period, the Group acquired property, plant and equipment as follows:

	Unaudited Cumulative quarter ended 30 June	
	2021 RM'000	2020 RM'000
Paid in cash	8,510	1,316
Property, plant and equipment purchased using hire purchase arrangement	227	975 ⁽¹⁾
Balances remained unpaid at financial period end	123	2,204
	<u>8,860</u>	<u>4,495</u>

⁽¹⁾ The Group entered into hire purchase arrangement to finance an operation equipment amounting to RM1,950,000 in financial period ended 30 June 2020 in which deposits of RM975,000 was paid in the financial year ended 31 December 2019.

During the financial period, the Group paid the remaining outstanding amounts in relation to property, plant and equipment acquired in the previous financial year of RM132,000 (30.6.2020: RM553,000).

The Group also entered into hire purchase arrangement to finance the plant and equipment acquired in the previous financial year of RM1,760,000 (30.6.2020: RM1,668,000) in which RM705,000 (30.6.2020: RM1,668,000) relates to the balances that remained unpaid at the previous financial year end. The remaining RM1,055,000 (30.6.2020: RM Nil) was initially funded out of the Group's internally generated funds in the previous financial year.

Unaudited condensed consolidated statement of cash flows for the second quarter ended 30 June 2021 (continued)

(iii) Reconciliation of movements of liabilities to cash flows arising from financing activities

	← Unaudited →			
	At 1.1.2020 RM'000	Payments RM'000	Acquisition of new lease RM'000	At 30.6.2020 RM'000
Term loans	12,423	(136)	-	12,287
Hire purchase liabilities	5,976	(797)	3,618	8,797
Lease liabilities	8,608	(878)	-	7,730
	<u>27,007</u>	<u>(1,811)</u>	<u>3,618</u>	<u>28,814</u>

	← Unaudited →			
	At 1.1.2021 RM'000	Payments RM'000	Acquisition of new lease RM'000	At 30.6.2021 RM'000
Term loans	8,832	(238)	-	8,594
Hire purchase liabilities ⁽¹⁾	8,823	(1,659)	1,987	9,151
Lease liabilities	8,758	(938)	373	8,193
	<u>26,413</u>	<u>(2,835)</u>	<u>2,360</u>	<u>25,938</u>

⁽¹⁾ The Group entered into hire purchase arrangement to finance the plant and equipment acquired in the previous financial year of RM1,760,000 in which RM705,000 relates to the balances that remained unpaid at the previous financial year end. The remaining RM1,055,000 was initially funded out of the Group's internally generated funds in the previous financial year. Accordingly, the net repayment of hire purchase liabilities amounted to RM604,000 during the financial period.

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to the condensed consolidated interim financial report.